STATE OF CALIFORNIA BUSINESS, TRANSPORTATION AND HOUSING AGENCY DEPARTMENT OF CORPORATIONS

TO: Vahe Mansourian, CEO
Lucine Entertainment, Inc.
www.lucineentertainment.com
6565 West Sunset Blvd.
Los Angeles, California 90028

DESIST AND REFRAIN ORDER

The California Corporations Commissioner finds that:

- 1. At all relevant times, Vahe Mansourian was President of Lucine Entertainment, Inc. ("Lucine"), a California corporation, located at 6565 W. Sunset Blvd., Los Angeles, CA 90028.
- 2. Beginning in or about May 2001, Vahe Mansourain, and Lucine offered and sold securities in the form of equity investments and stock warrants in Lucine.
- 3. Through the internet at www.lucineentertainment.com and via e-mail Vahe Mansourian and Lucine offered and sold securities in an attempt to raise \$10,000,000 to produce three low-budget movies.
- 4. These securities were offered or sold in this state in issuer transactions. The Department of Corporations has not issued a permit or other form of qualification authorizing any person to offer and sell these securities in this state.

Based upon the foregoing findings, the California Corporations Commissioner is of the opinion that the equity investments and stock warrants in Lucine are securities subject to qualification under the California Corporate Securities Law of 1968 and are being or have been offered or sold without being qualified, in violation of Section 25110 of the Corporate Securities Law of 1968. Pursuant to Section 25532 of the Corporate Securities Law of 1968, Vahe Mansourian and Lucine offered or sold securities and are hereby ordered to desist and refrain from the further offer or sale in the State of California of securities, in the form of equity investments and stock warrants, unless and until qualification has been made under said law or unless exempt. The sale of such securities are subject to qualification under said law and such securities are being or have been offered for sale without first being so qualified. This Order is necessary, in the public interest, for the protection of investors and consistent with the purposes, policies, and provisions of the Corporate Securities Law of 1968.

Dated: March 22, 2002

Los Angeles, California DEMETRIOS A. BOUTRIS

California Corporations Commissioner

By_____

ALAN S. WEINGER Supervising Counsel